



INSURANCE FRAUD INVESTIGATION DIVISION
Kentucky Department of Insurance
909 Leawood Drive, P. O. Box 4050, Frankfort, KY 40604-4050
Phone 502-564-1461 – FAX 502-564-1464
Fraud Statistics/Convictions Activity
February 2013

| <u>Fraud Statistics</u> | <u>Month/February</u> | <u>YTD</u> |
|--|------------------------------|-------------------|
| Total Referrals Received..... | 131 | 287 |
| Closed Referrals..... | 102 | 161 |
| Open Cases (Investigations – includes prior years)..... | | 327 |
| Assigned Cases (Investigations)..... | 6 | 9 |
| Closed Cases (Investigations)..... | 1 | 16 |
| Closed Cases (Investigations) Exceptionally Cleared – Declined by Prosecutor..... | | |
| Charges (1 felony, 0 misdemeanor) | 1 | 41 |
| Convictions (2 felony, 38 misdemeanor) | 40 | 41 |
| Restitution Ordered..... \$ | 2,110.62 | 31,128.39 |
| Restitution Agreed..... \$ | .00 | .00 |
| Restitution Total..... \$ | 2,110.62 | 31,128.39 |
| Investigation Expenses to Division | | |
| Awarded..... \$ | .00 | 6,904.00 |
| Collected..... \$ | 3,527.67 | 7,307.46 |
| DOI Fines..... \$ | .00 | .00 |
| Administrative Subpoenas Issued..... | 2 | 2 |
| Non-Licensed Individuals..... | 2 | 2 |
| Licensed (active/inactive individuals)..... | | |
| Subpoenas Received..... | 4 | 6 |

Convictions Activity February 2013

Brian Cox – Cox submitted false certificates of insurance to general contractors in order to obtain work as a subcontractor. Cox pleaded guilty to two counts of fraudulent insurance acts greater than \$500. Under the terms of his agreement, he was sentenced to three years on each count, to be served concurrently. He was ordered to pay restitution of \$2,120 to Coulter Building Corporation. He also was ordered to pay \$1,680 for investigative expenses to the Insurance Fraud Investigation Division.

Jeffrey Jackson – Jackson wrote applications for insurance without the knowledge or consent of the individuals named as applicants. He paid premiums for the purpose of earning commissions and bonus benefits. Jackson pleaded guilty to 19 counts of fraudulent insurance acts under \$300 and 19 counts of theft of identity of another without consent. Jackson received a two-year sentence, diverted for three years. Jackson was ordered to pay restitution of \$2,110.62 to Monumental Life and \$3,224 to the Insurance Fraud Investigation Division.